

# **FISCAL NOTE**

## **SB 2270 - HB 2314**

February 24, 2004

**SUMMARY OF BILL:** Provides guaranty fund coverage on excess insurance policies purchased by a group composed of cities, counties, housing authorities, utility districts, volunteer fire services, and electric cooperatives.

### **ESTIMATED FISCAL IMPACT:**

#### **Decrease State Revenues - Exceeds \$50,000**

Estimate assumes that there will be an increase in the amount paid from the guaranty association under the provisions of this bill. A greater amount paid from the association will result in an increase in the amount that insurance companies must pay to the association. Any monies paid to the association by an insurance company are taken as a credit against the premium tax that insurance companies must pay. Such amount cannot be determined but based on past losses it is estimated that there will be an average annual decrease in revenues exceeding \$50,000.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director